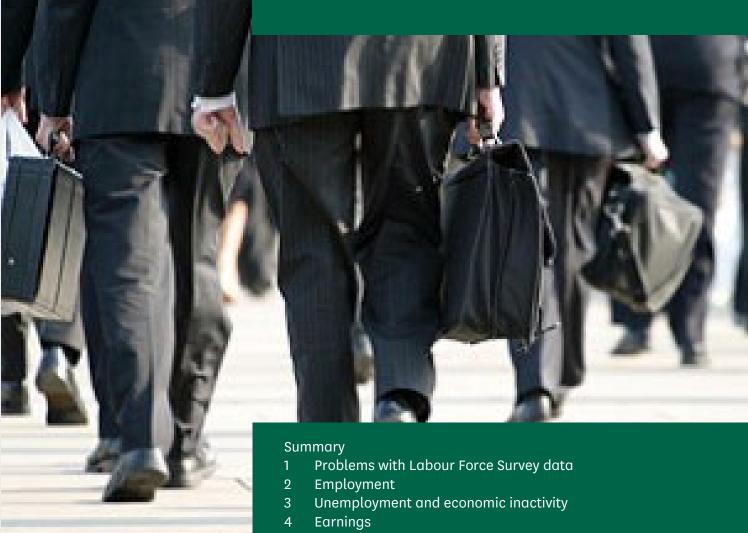


By Brigid Francis-Devine, Andrew Powell

12 March 2024

UK labour market statistics



5 People in the labour market

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Summary

This briefing summarises the latest labour market statistics for the UK.

In February 2024, the Office for National Statistics (ONS) reintroduced <u>Labour</u> <u>Force Survey (LFS) data</u>, which also includes a population reweighting. This is after only some <u>experimental headline data was published between October</u> <u>2023 and January 2024</u> due to falling response rates.

The ONS have said that the reintroduced LFS estimates should be treated with additional caution, and that the quarterly change estimates are particularly volatile. Due to time constraints, the ONS has only reweighted LFS data from July to September 2022 onwards. This means there is a break in the data for the period before and after this quarter. The ONS has remodelled data back to June to August 2011 for the headline measures (employment, unemployment and economic inactivity), but not for other measures.

This briefing provides the statistics that have been published by the ONS, but these statistics should be treated with more caution than usual. There have also been some quite large revisions to the statistics published in the previous version of this briefing.

In the year to November 2023 to January 2024, employment, unemployment and economic inactivity levels have all increased, although there has been a fall in the employment rate. There was a slight fall in nominal pay growth, but an increase in real pay in the three months to January 2024.

Key figures

- In November 2023 to January 2024, the number of people aged 16+ in employment was **33.17 million**, and the employment rate for people aged 16-64 was **75.0%**. Employment levels have increased by around 80,000 over the last year, but the employment rate has fallen slightly.
- The UK unemployment rate was **3.9%**, and 1.36 million people aged 16+ were unemployed. Both unemployment levels and the unemployment rate have increased slightly over the last year.
- **9.25** million people aged 16-64 were economically inactive, and the inactivity rate was **21.8%**. Inactivity levels increased by around 100,000 over the last year and the inactivity rate increased slightly.
- The number of vacancies fell in the last quarter and over the year to 908,000 in December 2023 to February 2024, but remain above prepandemic levels.

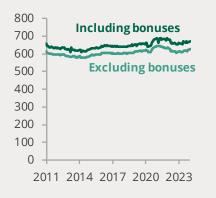
• Average wages including bonuses increased in real terms in the three months to January 2024, with an annual change of 1.6%. The real annual change in wages excluding bonuses was 2.0%. Nominal wages continued to rise, at a rate of 5.6% including bonuses and 6.1% excluding bonuses.

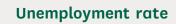
UK labour market 2011-2024



Average weekly pay

Employees in GB, January 2024 prices, £







Part-time and full-time workers

Thousands 30,000 25,000 20,000 15,000



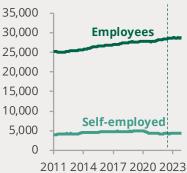
2011 2014 2017 2020 2023

Economic inactivity rate

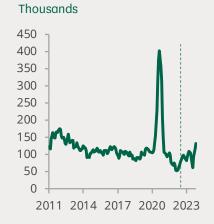


Employees and selfemployed





Redundancies

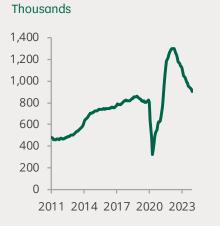


Vacancies

10,000

5,000

0



Total hours worked

Millions



Note: Dashed lines indicate a break in the series

Source: ONS, Labour Force Survey, Tables A01, EARN01, RED01, VACS01 and HOUR01

Problems with Labour Force Survey data

1.1

1

Is there a problem with labour market statistics?

The Office for National Statistics (ONS) produces labour market statistics using the Labour Force Survey (LFS). In recent years, fewer people have been responding to the LFS, which the ONS has identified as a challenge to data reliability.¹ Detailed LFS estimates were not published between October 2023 and January 2024 because of quality concerns.²

The Library Insight <u>Has labour market data become less reliable?</u> provides more information on falling response rates and LFS reliability.

Data for Northern Ireland is collected by the Northern Ireland Statistics and Research Agency (NISRA) in the Northern Ireland <u>Labour Force Survey</u>, which <u>NISRA says continues to have robust response rates</u>.

1.2

Are labour market statistics back to normal now?

In February 2024, the ONS went back to publishing detailed labour market statistics from the LFS.

To increase the number of survey responses, the ONS reintroduced face-toface interviews from October 2023 and boosted the sample in October 2023 and January 2024. This means the data is more reliable, but the ONS says that the improvements they've made to the Labour Force Survey will '<u>take</u> <u>time to materialise</u>'. The statistics will be badged as 'official statistics in development' and should still be treated with caution.³

The ONS also reweighted LFS data in February with the latest UK population. The ONS usually does this every two years to make sure the data is representative, but the pandemic meant it hasn't been done for a few years.

² ONS, Operational Note – Labour Market Statistics 24 October 2023, ONS, Update on the Labour Force Survey, 4 December 2023 and ONS, Statement on the Labour Force Survey, 12 January 2024

¹ ONS, Carry that weight: Reducing the effects of COVID-19 on the Labour Force Survey, 8 July 2021

³ ONS, Impact of reweighting on Labour Force Survey key indicators: 2024, 5 February 2024

Due to time constraints, the ONS has only reweighted LFS data from July to September 2022 onwards. This means there is a break in the data for the period before and after this quarter. The ONS has remodelled data back to June to August 2011 for the headline measures (employment, unemployment and economic inactivity), but not for other measures.

How does the reweighting affect the figures?

The charts below show the impact that the reintroduction of the LFS and the reweighting have had on the headline labour market measures. The dotted line shows the figures that had previously been published while the complete line shows the figures that have been published by the ONS in February 2024.

The reweighting means that the estimates for the number of people who are employed have increased as shown in the chart below:

Employment Millions of people employed, UK, seasonally adjusted

Conversely, the reweighting means that the estimates for the proportion of people aged 16-64 who are employed have fallen:

Employment rate



Proportion of people aged 16-64 employed, UK, seasonally adjusted

Source: ONS X10 and ONS A05 SA

Source: ONS X10 and ONS A05 SA

The estimates for the number of people who are unemployed have increased, apart for the recent figures when unemployment was modelled using the claimant count.

Unemployment Millions of people unemployed, UK, seasonally adjusted

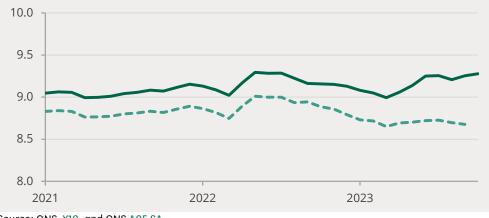


Source: ONS X10 and ONS A05 SA

The estimates for the number of people who are economically inactive have also increased.

Economic inactivity

Millions of people economically inactive, UK, seasonally adjusted



Source: ONS $\underline{X10}$ and ONS $\underline{A05}$ SA

1.3 How was labour market data measured between October 2023 and January 2024?

Between October 2023 and January 2024, the ONS published headline data using PAYE and claimant count data to adjust LFS survey data from previous months.⁴

The ONS classed these as experimental statistics, which means they are still in the testing phase and not yet fully developed.⁵ The ONS advised treating these estimates with more caution than usual.

One of the problems with using PAYE and benefit claimant data to adjust LFS data is that <u>these statistics can be quite unreliable themselves</u> and are also classed as experimental statistics. The ONS has said it would not be appropriate to continue using the experimental measures 'for any length of time' as they do not 'align conceptually with what the LFS statistics measure.'⁶

On 5 February, the ONS published the Labour Force Survey data for the months it missed, reweighted by population. However, the ONS said that the reweighting does not address the volatility in labour market data and advised caution when interpreting the data. This briefing uses this reweighted data unless otherwise specified.

1.4

Does the ONS have a longer-term plan for labour market statistics?

The ONS has been working on a Transformed Labour Force Survey (TLFS), which will replace the Labour Force Survey.⁷ On 5 February 2024, the ONS said the TLFS will become the primary source of labour market data from September 2024.⁸ This plan has been delayed: in November 2023 the ONS said the TLFS would because the primary source in March 2024, and in January 2024 it said it would be in the first half of 2024.⁹

⁴ ONS, <u>X10: Adjusted employment, unemployment, and economic inactivity</u>, 16 January 2024

ONS, <u>Guide to experimental statistics</u> (accessed 24 October 2023)

ONS, Impact of reweighting on Labour Force Survey key indicators: 2024, 5 February 2024

⁷ ONS, <u>Labour market transformation – update on progress and plans: November 2023</u>, 14 November 2023

⁸ ONS, Impact of reweighting on Labour Force Survey key indicators: 2024, 5 February 2024

ONS, <u>Statement on the Labour Force Survey</u>, 12 January 2024

2

Employment

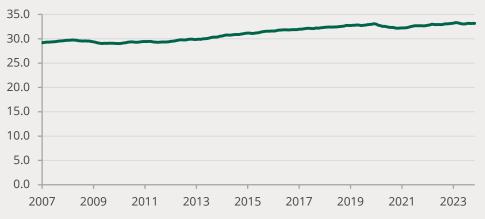
Employment levels have increased over the last year, but the employment rate has fallen. In November 2023 to January 2024, there were 33.17 million people aged 16+ in employment in the UK. The employment rate (the proportion of the population aged 16-64 in work) was 75.0%.

Employment November 2023 to January 2024	
Rate (16-64)	75.0%
Rate last year	75.2%
Level (millions)	33.17
Change on year	76,000

Employment levels gradually rose from 2011 to the start of the coronavirus pandemic. They fell following the UK-wide coronavirus lockdown in March 2020 and continued to fall throughout 2020, before recovering during the first half of 2021 and returning to pre-pandemic levels towards the end of 2022. The employment rate remains below its pre-pandemic rate.







Source: ONS, A01: Summary of labour market statistics

1 The labour market has loosened, but remains tight

Low unemployment rates and high vacancies in 2022 and 2023 meant the labour market was tight: most of those who wanted to work were in work, meaning that recruitment was more difficult than usual.

This was driven by the growth in the number of economically inactive people since the beginning of the pandemic. Lower net migration from the EU also caused a fall in the number of people in the labour market. The Bank of England explained that this was due to demand for labour recovering much faster than labour supply since the pandemic, although demand has started to slow.

Labour market tightness was a causal factor in the growth of nominal wages which caused some upward pressure on inflation. In August 2023, the <u>Bank of</u> <u>England's Monetary Policy Commission (MPC) identified a tight labour market</u> <u>and wage growth</u> as persistent inflationary pressures in the economy.¹⁰

However, demand for labour has slowed, which means the labour market has loosened: job vacancies fell from their peak in 2022, and unemployment increased. The loosening labour market led to an easing of wage growth.

Despite this, the labour market remains tight by historical standards. Vacancy levels remain above their pre-pandemic levels, and with unemployment remaining at a historically low level, there continues to be pressure on employers to retain staff due to concerns over whether they will be able to rehire.

The Office for Budget Responsibility (OBR) said in its March 2024 Economic and fiscal outlook that it expects a further loosening of the labour market, with a moderate rise in unemployment and a small fall in the employment rate by the end of 2024.¹¹

The OBR estimates that policy measures announced by the Chancellor in the March 2024 Budget – the cut in National Insurance rates and changes to Child Benefit – will increase the number of people in work by around 100,000 (full-time equivalent) by 2029. The overall net change due to policies announced in the three most recent fiscal events – also including changes to childcare and welfare reform – is an additional 200,000 people in work.¹²

¹⁰ Bank of England, <u>Monetary Policy Report - August 2023</u>, 3 August 2023

¹¹ OBR, <u>Economic and fiscal outlook - March 2024</u>, 6 March 2024

¹² OBR, <u>Economic and fiscal outlook – March 2024</u>, 6 March 2024, para 1.7 and Box 2.1. The overall change is 300,000 but the freeze in income tax thresholds up to 2027/28 reduces this by 100,000.

2.1 Type of employment

The increase in employment levels over the last ten years has been driven by full-time workers. The number of full-time workers continued to increase after the outbreak of the pandemic, while there was a sharp fall in part-time employment. There was also a fall in the number of people who were self-employed, partly due to workers in the same job switching from describing themselves as self-employed to calling themselves employees.

Full time/part time

In November 2023 to January 2024, 24.89 million people were employed on a full-time basis while 8.29 million were employed on a part-time basis.

Full-time and part-time workers November 2023 to January 2024					
	Full-time	Part-time			
All workers					
Level (millions)	24.89	8.29			
Change on year	265,000	-189,000			
Men					
Level (millions)	14.80	2.34			
Change on year	71,000	-44,000			
Women					
Level (millions)	10.08	5.95			
Change on year	194,000	-146,000			

Since the start of the pandemic, the number of people working full-time has increased, but there has been a fall in the number of people working part-time.

Employees and the self-employed

In November 2023 to January 2024, there were 28.71 million people working as employees, while a further 4.33 million were self-employed.

Employees and self-employed November 2023 to January 2024				
	Total	Full-Time	Part-time	
Employees Level (millions) Change on year	28.71 85,000	21.91 193,000	6.80 -108,000	
Self employedLevel (millions)4.332.921.41Change on year22,00097,000-74,000				

The increases in employment since 2011 have been mainly driven by people working as employees, although the number of people working in self-employment had also gradually increased.

The number of employees continued to increase after the start of the pandemic, driven by full-time employees. In November 2023 to January 2024, there were over a million more full-time employees compared to prepandemic levels. In contrast, the number of part-time employees has fallen.

The number of self-employed workers fell following the start of the pandemic and, despite increasing in the last year, remained around 650,000 below prepandemic levels in November 2023 to January 2024. The ONS have reported that this fall was partly due to people describing themselves as employees rather than self-employed after the furlough scheme was created.¹³

2.2 Public/private

In the year to December 2023, there was an increase in the number of people working in the public sector, but there was a decrease in the private sector.

The ONS publishes two sets of figures for public and private sector employment: one which reflects the actual number of workers in the public and private sector and one which excludes the effects of major reclassifications, where bodies employing large numbers of people have moved between the public and private sectors. The ONS advises using the data excluding the effects of reclassification when looking at changes over time, so this data is provided in the table below. For reference, including the effects of reclassification, public sector employment was 5.93 million and private sector employment was 27.24 million in December 2023.¹⁴

¹³ ONS, <u>Painting the full picture: what our statistics tell us about the labour market</u>, 29 January 2021

¹⁴ ONS, <u>EMP02: Public and private sector employment</u>, 12 March 2023

Excluding the effects of reclassification, the public sector employed 5.79 million people in December 2023, while private sector employment was 27.38 million.

Public and private sector employment December 2023				
	Public sector	Private sector		
% in each sector	17.5%	82.5%		
% last year	17.1%	82.9%		
Level (millions) 5.79 27.38				
Change on year	140,000	-64,000		

Note: Data excludes the effects of major reclassifications

Before the start of the pandemic, the percentage of all workers who worked in the private sector had been steadily increasing since 2010. The pandemic reversed this pattern. Since 2020, there has been an increase in the number of workers in the public sector, while private sector employment has fallen.

2.3 Vacancies

Vacancies reached a record high of 1.30 million in March to May 2022. The number of vacancies fell on the quarter to 908,000 in December 2023 to February 2024. Vacancies have been falling every quarter since March to May 2022 but were still 107,000 higher than the pre-pandemic quarter of January to March 2020.¹⁵ The number of vacancies was higher than the number of unemployed people in the middle of 2022, but there were 1.5 unemployed people for every vacancy in November 2023 to January 2024.

Vacancies December 2023 to February 2024	
Level (thousands)	908
Change on quarter	-43,000
Change on year	-224,000

¹⁵ ONS, <u>Vacancies and jobs in the UK</u>, 12 March 2024

One of the earliest indicators of the impact that the pandemic was having on the labour market was a record fall in the number of job vacancies in April to June 2020. The number of vacancies in that 3-month period was at a record low of 326,000. This was 475,000 less than in January to March 2020. The Library Insight <u>How has the pandemic affected industries and labour in the</u> <u>UK?</u> looks at the trends in vacancies across different industry sectors.

After that, the number of vacancies recovered and moved back to their prepandemic levels in spring 2021. Vacancy levels rose quickly throughout the rest of 2021, and reached their highest level in March to May 2022 since comparable records began in 2001, before falling in recent quarters. This is a sign of labour demand gradually decreasing.

Despite falling in recent quarters, vacancies remain above pre-pandemic levels



Source: ONS, VACS01: Vacancies and unemployment

Unemployment and economic inactivity

3.1

last year.

Unemployment is

estimated to have increased over the

3

Unemployment

In November 2023 to January 2024, there were 1.36 million unemployed people in the UK. The unemployment rate (the percentage of the economically active population who are unemployed) was 3.9%.

Unemployment November 2023 to January 2024	
Rate (16+)	3.9%
Rate last year	3.8%
Level (millions)	1.36
Change on year	44,000

Prior to the start of the coronavirus pandemic, the unemployment rate was at a historically low level. The rate rose as a result of the pandemic to over 5% in late 2020, although this was much lower than the rates that were forecast at the beginning of the pandemic. In comparison, the rate exceeded 8% in late 2011 following the 2008 financial crisis.



Source: ONS, A01: Summary of labour market statistics

Unemployment and employment forecasts

In March 2024, the Office for Budget Responsibility forecasted a rise in unemployment to peak at 4.5% in the final quarter of 2024.¹⁶ The OBR has revised down its forecasts since November 2023, when it expected unemployment to peak at 4.6% in the second quarter of 2025.¹⁷

In its February 2024 Monetary Policy Report, the Bank of England also forecasted that unemployment would rise in 2024, up to 4.7% in Q1 2025, and 4.9% in Q1 2026.¹⁸

The Treasury's February 2024 survey of independent forecasts for the unemployment rate showed an average forecast of 4.5% for Quarter 4 2024 and 4.6% for Quarter 4 2025.¹⁹

3.2 Redundancies

The number of redundancies has increased over the last year to 133,000 in November 2023 to January 2024.

Redundancies November 2023 to January 2024	
Level	132,800
Change on year	40,400

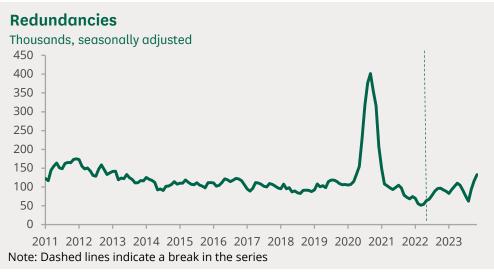
Redundancies rose sharply during the coronavirus pandemic, and then fell equally sharply as coronavirus restrictions lifted. They fell to around 50,000 in March to May 2022, which was the lowest level since records began in 1995, with businesses finding it difficult to recruit in a tight labour market. They have increased since then, and are currently slightly above pre-pandemic levels.

¹⁶ OBR, Economic and fiscal outlook – March 2024, 6 March 2024

¹⁷ OBR, <u>Economic and fiscal outlook</u> – 22 November 2023

¹⁸ Bank of England, <u>Monetary Policy Report - February 2024</u>, 1 February 2023

¹⁹ HM Treasury, <u>Forecasts for the UK economy</u>, 27 February 2023



Source: ONS, RED01 SA: Redundancies levels and rates (seasonally adjusted)

3.3 Economic Inactivity

In November 2023 to January 2024, there were 9.25 million people aged 16-64 in the UK who were economically inactive (not in work and not actively looking for work). The inactivity rate (the proportion of the population aged 16-64 who are economically inactive) was 21.8%.

Economic inactivity November 2023 to January 2024	
Rate (16-64)	21.8%
Rate last year	21.7%
Level (millions)	9.25
Change on year	100,000

As employment levels rose after 2011, the number of economically inactive people fell, but economic inactivity rose as a result of the pandemic. The number of economically inactive people in November 2023 to January 2024 was 622,000 above pre-pandemic levels in January to March 2020.

Economic inactivity

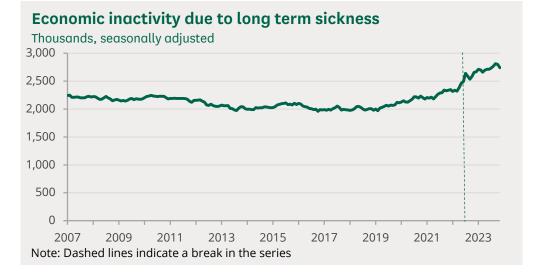
Millions of people, UK, seasonally adjusted



Source: ONS, A01: Summary of labour market statistics

Reasons for inactivity

Long term sickness and being a student were the leading reasons for economic inactivity in November 2023 to January 2024, with 30% of economically inactive people saying their inactivity was because of a longterm illness and 28% saying it was because they were a student. The number of economically inactive people with a long-term illness was close to its highest recorded level since comparable records began in 1993, as shown in the chart below.²⁰



Source: ONS, INAC01 SA: Economic inactivity by reason

The Library Insight <u>How is health affecting economic inactivity?</u> provides more analysis on health as a reason for economic inactivity.

²⁰ ONS, INACO1 SA: Economic inactivity by reason (seasonally adjusted), 12 March 2024

There have been large increases in inactivity since the start of the pandemic for people aged 16-24 and aged 50-64. The Library Insight <u>Why are young</u> <u>people leaving the labour market?</u> discusses why young people may not be entering the workforce after leaving education. The Library Insight <u>Why have</u> <u>older workers left the labour market?</u> provides more analysis on early retirement as a reason for inactivity.

The Resolution Foundation report <u>Left behind</u>, <u>Exploring the prevalence of</u> <u>youth worklessness due to ill health in different parts of the UK</u> provides data on ill-health as a reason for inactivity among young people by area. It found that young people with low levels of skills were particularly likely to be inactive due to ill health: around 80% of young people who are too had qualifications at GCSE-level or below.

2 Trends in inactivity during the pandemic

The Library Insight, <u>Will more economic inactivity be a legacy of the</u> <u>pandemic?</u> looks at the impact the pandemic had on economic inactivity.

Inactivity increased during the coronavirus pandemic, particularly among men, young people and those aged 50-65. More people reported being inactive due to long-term sickness.

The Bank of England expects these effects to fade. Long-term sickness is expected to slowly return to pre-pandemic trends and those who retired early will reach retirement age, when they would have left the labour market anyway.²¹

3.4

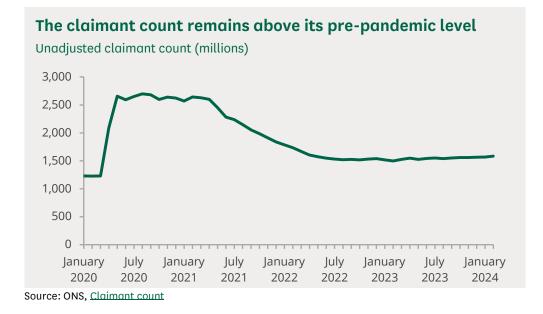
People claiming unemployment benefits

In February 2024, 1.59 million people claimed unemployment related benefits, 17,000 more than in January, and 86,000 more than February 2023.²²

The claimant count was 355,000 higher in February 2024 than it was in March 2020, when the first coronavirus lockdown began. However, as shown in the chart below, most of this increase occurred between March and May 2020. The number of claimants fell from the end of 2020 to mid-2022 and has been gradually increasing over the last year.

²¹ Bank of England, <u>Monetary Policy Report - February 2023</u>, 2 February 2023

²² ONS, <u>CLA01: Claimant Count</u>, 12 March 2024



The claimant count is useful for tracking changes in the labour market, although many of those who have started to claim may not be unemployed.

Constituency level claimant count figures are published in the Library briefing <u>People claiming unemployment benefits by constituency</u>.

There was high year-on-year growth in average pay in cash terms in the three months to January 2023, with a small fall in growth in the latest quarter. There was real-terms growth for earnings both including and excluding bonuses, at 1.6% including bonuses and 2.0% excluding bonuses.²³ CPI inflation averaged 4.0% in the same period.

Annual growth in average weekly pay Three months to January 2024			
	Cash	Real	
Including bonuses	5.6%	1.6%	
Excluding bonuses	6.1%	2.0%	

As discussed in Box 1, a tight labour market led to nominal wage growth reaching a record high, although the loosening of the labour market has led to growth falling in recent months. The Bank of England has identified high nominal wage growth as an inflationary pressure.

In March 2024, the Office for Budget Responsibility forecasted nominal pay growth to be 3.4% in Q4 2024, 1.8% in Q4 2025, and 2.2% in Q4 2026.²⁴ The Bank of England expects pay growth excluding bonuses in the private sector to fall to below 5% by the second quarter of 2024.²⁵

High inflation since 2021 has meant despite growth in nominal wages, real wages were falling until recently. The Library briefing <u>Rising cost of living in</u> <u>the UK</u> provides more detail.

²³ ONS, X09: Real average weekly earnings using consumer price inflation (seasonally adjusted), 12 March 2024

²⁴ OBR, <u>Economic and fiscal outlook – March 2024</u>, Detailed forecast tables: economy, Table 1.6, 6 March 2024

²⁵ Bank of England, <u>Monetary Policy Report - February 2024</u>, 1 February 2024

Real average pay has been falling in 2022 and 2023

Average weekly pay for employees in GB, January 2024 prices (adjusted for CPI)



Source: ONS, EARNO1: Average weekly earnings

The Resolution Foundation's <u>Labour market outlook Q2 2023</u> discusses the real terms fall in public sector pay during the rising cost of living.

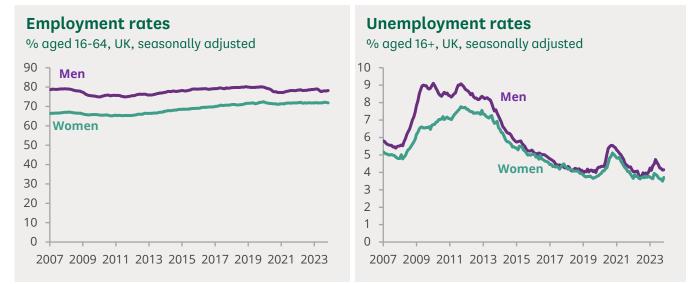
5 People in the labour market

5.1 Women and men

In November 2023 to January 2024, 16.03 million women and 17.14 million men were in employment. The female employment rate was 71.9% and the male employment rate was 78.2%.

Employment for men and women November 2023 to January 2024				
Total Women Men				
Rate (16-64)	75.0%	71.9%	78.2%	
Rate last year	75.2%	71.8%	78.8%	
Level (millions)	33.17	16.03	17.14	
Change on year	76,000	49,000	27,000	

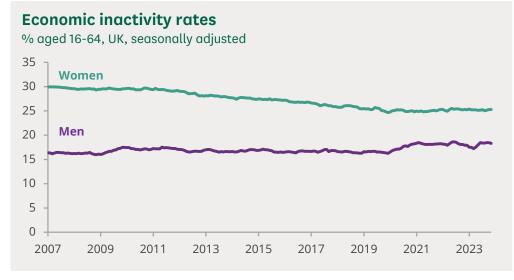
As shown in the charts below, both unemployment rates and employment rates are higher for men than for women. The gap for unemployment, however, is now very small.



Source: ONS, A05 SA: Employment, unemployment and economic inactivity by age group (seasonally adjusted)

Economic inactivity rates are higher for women: in November 2023 to January 2024, the percentage of women aged 16-64 who were not in work and not looking for work was 25.3%, compared to 18.3% for men.

The gap between the rates for men and women has been narrowing steadily due to a fall in the number of women who are economically inactive. As there has been a flow from inactivity to employment for women, this has meant that the employment gap between men and women has also been closing steadily in recent years.



Source: ONS, A05 SA: Employment, unemployment and economic inactivity by age group (seasonally adjusted)

Increases in the employment rate for women over recent years are partly due to changes to the State Pension age.²⁶

Employment and parenting

Data on employment and parenting comes from the LFS, and this data has not been updated since August 2023. This means that the latest data is from April to June 2023. Parents of dependent children in a couple have the highest employment rates, with 93% of fathers and 80% of mothers in a couple in employment in April to June 2023.

Among people with no dependent children, the gap between employment rates for men and women was much smaller.

Lone parents with dependent children have the lowest employment rates, at $68\%.^{27}$

²⁶ Library briefing <u>Increases in the State Pension age for women born in the 1950s</u> provides more information.

²⁷ ONS, Employment rates of people by parental status: Table P, 30 August 2023

Employment rates by parental status April to June 2023

	Employment
Parental status	rate
People with dependent children	84%
Married/ cohabiting mothers with dependent children	80%
Married/ cohabiting fathers with dependent children	93%
Lone parents with dependent children	68%
People without dependent children	71%
Women without dependent children	69%
Men without dependent children	74%
All	76%

Source: ONS, Employment rates of people by parental status: Table P, 30 August 2023

Employment rates have remained relatively stable in recent years for all of the groups in the table above, apart from lone parents. Employment rates among lone parents have been falling since the beginning of the pandemic; from 69.7% in January to March 2020, to 68.0% in April to June 2023.

Young people

In November 2023 to January 2024, 502,000 young people aged 16-24 were unemployed, a rate of 12.1%. By historical standards, unemployment levels for young people remain low. $^{\rm 28}$

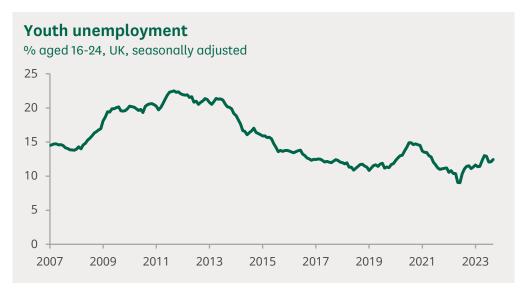
Youth unemployment November 2023 to January 2024	
Rate (16+)	12.1%
Rate last year	11.1%
Level	502,000
Change on year	21,000

In the months following the start of the pandemic there was a large fall in employment levels for young people aged 16-24, and this was followed by a rise in unemployment.

5.2

²⁸ ONS, <u>A06 SA: Educational status and labour market status for people aged from 16 to 24</u>, 12 September 2023

Unemployment levels for young people started to fall after that to below prepandemic levels before rising again. In 2023 it has generally been at a similar level to pre-pandemic levels.



Source: ONS Table A06 SA: Educational status and labour market status for people aged from 16 to 24

Library briefing <u>Youth unemployment statistics</u> provides more detail on this subject.

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